

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS
AUDIT REPORT JUNE 30, 2010

KICKHAEFER & ASSOCIATE, P.A.
CERTIFIED PUBLIC ACCOUNTANTS
MARYSVILLE, KANSAS 66508

FINANCIAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

FINANCIAL INFORMATION

KICKHAEFER & ASSOCIATE, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Board of Education
Unified School District No. 488
Axtell, Kansas 66403

We have audited the accompanying financial statements of the Unified School District No. 488, Axtell, Kansas, as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the Unified School District No. 488, Axtell, Kansas', management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

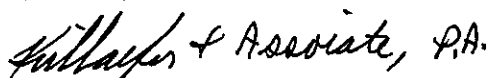
As described more fully in note 1.C, the Unified School District No. 488, Axtell, Kansas, prepares its financial statements using accounting practices prescribed or permitted by the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 488, Axtell, Kansas, as of June 30, 2010, the changes in its financial position, or, where applicable, its cash flows for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the Unified School District No. 488, Axtell, Kansas, as of June 30, 2010, and its cash receipts, cash disbursements, and expenditures compared to budget, for the year then ended on the basis of accounting described in note 1.C.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information identified in the table of contents as supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole on the basis of accounting described in note 1.C.

This report is intended solely for the information and use of the Board of Education and management of Unified School District No. 488, Axtell, Kansas, the Kansas Division of Accounts and Reports, and the Kansas State Board of Education and is not intended to be and should not be used by anyone other than these specified parties.



Kickhaefer & Associate, P.A.
Marysville, KS
October 4, 2010

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

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UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

STATEMENT 1
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SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

FUND	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELED ENCUMBRANCES	CASH RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
GOVERNMENTAL TYPE FUNDS:							
GENERAL FUND	\$ (173,220.00)	\$ 0.00	\$ 2,417,790.26	\$ 2,395,828.28	\$ (151,258.02)	\$ 0.00	\$ (151,258.02)
SUPPLEMENTAL GENERAL	(43,065.58)	0.00	768,321.94	747,898.00	(22,641.64)	0.00	(22,641.64)
SPECIAL REVENUE FUNDS:							
CAPITAL OUTLAY	505,646.56	0.00	94,571.11	144,125.44	456,092.23	0.00	456,092.23
DRIVER TRAINING	26,579.43	0.00	1,800.00	4,818.39	23,561.04	0.00	23,561.04
BILINGUAL EDUCATION	0.00	0.00	2,200.00	0.00	2,200.00	0.00	2,200.00
FOOD SERVICE	63,604.68	0.00	183,491.36	185,322.05	61,773.99	0.00	61,773.99
PROFESSIONAL DEVELOPMENT	34,454.20	0.00	3,000.00	14,682.98	22,771.22	0.00	22,771.22
SPECIAL EDUCATION	126,748.14	0.00	290,572.00	284,300.42	133,019.72	0.00	133,019.72
VOCATIONAL EDUCATION	3,250.58	0.00	80,555.49	64,259.39	19,546.68	0.00	19,546.68
KPERS SPECIAL RETIREMENT CONTRIBUTION	0.00	0.00	142,722.43	142,722.43	0.00	0.00	0.00
AT RISK (FOUR YR OLD)	0.00	0.00	36,108.00	33,623.16	2,484.84	0.00	2,484.84
AT RISK (K-12)	0.00	0.00	111,533.00	111,533.00	0.00	0.00	0.00
TEXTBOOK RENTAL	50,042.50	0.00	15,030.77	8,462.60	56,610.67	0.00	56,610.67
CONTINGENCY RESERVE	114,709.58	0.00	117,664.00	0.00	232,373.58	0.00	232,373.58
TITLE II - D	0.00	0.00	1,429.00	1,429.00	0.00	0.00	0.00
TITLE I - FY 10	0.00	0.00	76,900.00	76,900.00	0.00	0.00	0.00
TITLE II - A	0.00	0.00	19,886.00	19,886.00	0.00	0.00	0.00
TITLE IV	0.00	0.00	1,553.00	1,553.00	0.00	0.00	0.00
SMALL RURAL SCHOOL ACHIEVEMENT PROGRAM	0.00	0.00	18,730.00	18,730.00	0.00	0.00	0.00
SUMMERFIELD TRACK	347.10	0.00	0.00	0.00	347.10	0.00	347.10
GATE RECEIPTS FUNDS	7,218.35	0.00	29,924.74	28,969.55	8,173.54	0.00	8,173.54
SCHOOL PROJECT FUNDS	25,138.80	0.00	41,202.94	43,882.78	22,458.96	0.00	22,458.96
DEBT SERVICE FUNDS:							
BOND & INTEREST	243,029.13	0.00	245,053.93	247,821.28	240,261.78	0.00	240,261.78
NONEXPENDABLE TRUST FUNDS:							
HEIMAN SCHOLARSHIP FUND	24,000.02	0.00	600.00	600.00	24,000.02	0.00	24,000.02
EXPENDABLE TRUST FUNDS:							
ROTHFELDER SCHOLARSHIP FUND	0.00	0.00	15,000.00	0.00	15,000.00	0.00	15,000.00
TOTAL REPORTING ENTITY (Excluding Agency Funds)	\$ 1,008,483.49	\$ 0.00	\$ 4,715,639.97	\$ 4,577,347.75	\$ 1,146,775.71	\$ 0.00	\$ 1,146,775.71

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

STATEMENT 1
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SUMMARY OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELLED ENCUMBRANCES	CASH RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
COMPOSITION OF CASH:							
CASH IN BANK, STATE BANK OF BERN/AXTELL, BERN, KANSAS							
- N.O.W. ACCOUNT # 305-699-2, 201-265-2, 504-085-3							\$ 1,141,129.49
- CERTIFICATE OF DEPOSIT #34770, DUE 06/01/11, 1.7% - IDLE FUNDS							24,000.02
- CERTIFICATE OF DEPOSIT #5133, DUE 07/27/10, 2.0 % - CLASS OF 2010 FUNDS							100,000.00
- CERTIFICATE OF DEPOSIT #5201, DUE 05/20/11, 1.7 % - ROTHFELDER SCHOLARSHIP							15,000.00
CASH IN BANK, WESTERN NATIONAL BANK, SUMMERFIELD, KANSAS							
- N.O.W. ACCOUNT # 871-109-1							1,246.59
TOTAL CASH							
							1,281,376.10
LESS AGENCY FUNDS per STATEMENT 4							
							134,600.39
TOTAL REPORTING ENTITY (Excluding Agency Funds)							
							\$ 1,146,775.71

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UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

STATEMENT 2

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

FUND	CERTIFIED BUDGET	ADJUSTMENT TO COMPLY WITH LEGAL MAX	ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	TOTAL BUDGET FOR COMPARISON	EXPENDITURES CHARGEABLE TO CURRENT YEAR	VARIANCE - OVER (UNDER)
	\$	\$	\$	\$	\$	\$
GENERAL FUND	2,522,364.00	(198,614.00)	72,078.28	2,395,828.28	2,395,828.28	0.00
SUPPLEMENTAL GENERAL	747,898.00	0.00	0.00	747,898.00	747,898.00	0.00
SPECIAL REVENUE FUNDS:						
CAPITAL OUTLAY	385,000.00	0.00	0.00	385,000.00	144,125.44	240,874.56
DRIVER TRAINING	27,579.00	0.00	0.00	27,579.00	4,818.39	22,760.61
BILINGUAL EDUCATION	2,200.00	0.00	0.00	2,200.00	0.00	2,200.00
FOOD SERVICE	266,329.00	0.00	203.88	266,532.88	185,322.05	81,210.83
PROFESSIONAL DEVELOPMENT	41,569.00	0.00	0.00	41,569.00	14,682.98	26,886.02
SPECIAL EDUCATION	451,748.00	0.00	0.00	451,748.00	284,300.42	167,447.58
VOCATIONAL EDUCATION	103,750.00	0.00	2,327.92	106,077.92	64,259.39	41,818.53
KPERS SPECIAL RETIREMENT CONTRIBUTION	171,369.00	0.00	0.00	171,369.00	142,722.43	28,646.57
AT RISK (FOUR YR OLD)	65,000.00	0.00	0.00	65,000.00	33,623.16	31,376.84
AT RISK (K-12)	150,000.00	0.00	0.00	150,000.00	111,533.00	38,467.00
DEBT SERVICE FUNDS:						
BOND & INTEREST	248,072.00	0.00	0.00	248,072.00	247,821.28	250.72

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UNIFIED SCHOOL DISTRICT NO. 488
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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
GENERAL FUND			
CASH RECEIPTS			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2008	\$ 7,893.26	\$ 6,877.00	\$ 1,016.26
-2009	418,277.08	410,202.00	8,075.08
DELINQUENT PROPERTY TAX	556.16	3,084.00	(2,527.84)
MINERAL PRODUCTION TAX	66.48	238.00	(171.52)
TOTAL TAXES AND SHARED REVENUE	<u>426,792.98</u>	<u>420,401.00</u>	<u>6,391.98</u>
STATE SOURCES--			
GENERAL STATE AID	1,585,591.00	1,720,953.00	(135,362.00)
SPECIAL EDUCATION AID	218,072.00	265,754.00	(47,682.00)
TOTAL STATE SOURCES	<u>1,803,663.00</u>	<u>1,986,707.00</u>	<u>(183,044.00)</u>
FEDERAL SOURCES--			
ARRA STABILIZATION FUNDS	115,256.00	115,256.00	0.00
REIMBURSEMENTS	<u>72,078.28</u>	<u>0.00</u>	<u>72,078.28</u>
TOTAL CASH RECEIPTS	<u>2,417,790.26</u>	<u>\$ 2,522,364.00</u>	<u>\$ (104,573.74)</u>
EXPENDITURES			
INSTRUCTION--			
SALARIES	325,902.97	\$ 432,821.00	\$ 106,918.03
SALARIES - ARRA	78,161.94	0.00	(78,161.94)
EMPLOYEE BENEFITS	176,596.47	199,793.00	23,196.53
EMPLOYEE BENEFITS - ARRA	15,331.75	0.00	(15,331.75)
PURCHASED PROF. & TECH. SERVICES	0.00	12.00	12.00
PURCHASED PROPERTY SERVICES	7,296.38	4,963.00	(2,333.38)
OTHER PURCHASED SERVICES	3,019.52	0.00	(3,019.52)
SUPPLIES	27,068.81	43,219.00	16,150.19
PROPERTY (EQUIP. & FURN.)	283.49	270.00	(13.49)
OTHER	24,913.04	27,382.00	2,468.96
TOTAL INSTRUCTION	<u>658,574.37</u>	<u>708,460.00</u>	<u>49,885.63</u>
STUDENT SUPPORT SERVICES--			
SALARIES	35,997.23	37,273.00	1,275.77
EMPLOYEE BENEFITS	22,910.24	16,280.00	(6,630.24)
PURCHASED PROF. & TECH. SERVICES	5,332.50	7,556.00	2,223.50
OTHER PURCHASED SERVICES	4,343.74	5,000.00	656.26
OTHER	54.00	1,530.00	1,476.00
TOTAL STUDENT SUPPORT SERVICES	<u>68,637.71</u>	<u>67,639.00</u>	<u>(998.71)</u>

UNIFIED SCHOOL DISTRICT NO. 488
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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
GENERAL FUND (CONT.)			
EXPENDITURES			
INSTRUCTIONAL SUPPORT STAFF--			
SALARIES	\$ 50,847.85	\$ 44,588.00	\$ (6,259.85)
EMPLOYEE BENEFITS	26,134.80	31,269.00	5,134.20
PURCHASED PROF. & TECH. SERVICES	18,860.25	7,695.00	(11,165.25)
OTHER PURCHASED SERVICES	3,346.40	0.00	(3,346.40)
SUPPLIES	2,275.08	2,587.00	311.92
TOTAL INSTRUCTIONAL SUPPORT STAFF	101,464.38	86,139.00	(15,325.38)
 GENERAL ADMINISTRATION--			
SALARIES	113,623.85	119,691.00	6,067.15
SALARIES - ARRA	5,366.65	0.00	(5,366.65)
EMPLOYEE BENEFITS	21,511.88	20,589.00	(922.88)
PURCHASED PROF. & TECH. SERVICES	21,126.43	8,612.00	(12,514.43)
OTHER PURCHASED SERVICES	8,360.79	46,000.00	37,639.21
SUPPLIES	3,210.50	3,051.00	(159.50)
PROPERTY (EQUIP. & FURN.)	227.00	439.00	212.00
TOTAL GENERAL ADMINISTRATION	173,427.10	198,382.00	24,954.90
 SCHOOL ADMINISTRATION--			
SALARIES	179,983.22	189,234.00	9,250.78
SALARIES - ARRA	8,333.33	0.00	(8,333.33)
EMPLOYEE BENEFITS	21,887.19	21,586.00	(301.19)
OTHER PURCHASED SERVICES	17,065.95	2,300.00	(14,765.95)
SUPPLIES	5,332.46	3,543.00	(1,789.46)
PROPERTY (EQUIP. & FURN.)	75.00	25.00	(50.00)
TOTAL SCHOOL ADMINISTRATION	232,677.15	216,688.00	(15,989.15)
 OPERATIONS AND MAINTENANCE--			
SALARIES	108,479.80	116,115.00	7,635.20
SALARIES - ARRA	8,062.33	0.00	(8,062.33)
EMPLOYEE BENEFITS	23,446.93	22,930.00	(516.93)
PURCHASED PROF. & TECH. SERVICES	99.55	35.00	(64.55)
PURCHASED PROPERTY SERVICES	49,681.29	33,615.00	(16,066.29)
OTHER PURCHASED SERVICES	60.00	50,022.00	49,962.00
SUPPLIES	16,416.70	12,729.00	(3,687.70)
UTILITIES	121,917.59	126,631.00	4,713.41
PROPERTY (EQUIP. & FURN.)	0.00	15.00	15.00
TOTAL OPERATIONS AND MAINTENANCE	328,164.19	362,092.00	33,927.81

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
GENERAL FUND (CONT.)			
EXPENDITURES			
STUDENT TRANSPORTATION SERVICES--			
SUPERVISION			
SALARIES	\$ 2,799.96	\$ 0.00	\$ (2,799.96)
EMPLOYEE BENEFITS	206.52	207.00	0.48
OTHER	0.00	2,800.00	2,800.00
VEHICLE OPERATING SERVICES			
SALARIES	81,761.55	80,492.00	(1,269.55)
EMPLOYEE BENEFITS	23,534.30	23,343.00	(191.30)
OTHER PURCHASED SERVICES	6,517.00	5,300.00	(1,217.00)
FUEL	41,961.91	40,532.00	(1,429.91)
EQUIPMENT (INCLUDING BUSES)	0.00	1,261.00	1,261.00
VEHICLE SERVICES & MAINTENANCE			
PURCHASED PROF. AND TECH. SERVICES	16,011.77	14,738.00	(1,273.77)
SUPPLIES	1,271.16	575.00	(696.16)
OTHER STUDENT TRANSPORTATION			
PURCHASED PROF. AND TECH. SERVICES	1,867.64	2,402.00	534.36
TOTAL STUDENT TRANSPORTATION SERVICES	<u>175,931.81</u>	<u>171,650.00</u>	<u>(4,281.81)</u>
OTHER SUPP. SERVICES - SALARIES	0.00	22,614.00	22,614.00
OPERATING TRANSFERS--			
CAPITAL OUTLAY	49,789.09	0.00	(49,789.09)
SPECIAL EDUCATION	218,072.00	325,000.00	106,928.00
FOOD SERVICE	42,357.91	35,000.00	(7,357.91)
CONTINGENCY RESERVE	117,664.00	0.00	(117,664.00)
PROFESSIONAL DEVELOPMENT	3,000.00	7,000.00	4,000.00
TEXTBOOK	3,000.00	7,500.00	4,500.00
BILINGUAL EDUCATION	2,200.00	2,200.00	0.00
VOCATIONAL EDUCATION	73,227.57	97,000.00	23,772.43
AT RISK (4YR OLD)	36,108.00	65,000.00	28,892.00
AT RISK (K-12)	111,533.00	150,000.00	38,467.00
TOTAL TRANSFERS	<u>656,951.57</u>	<u>688,700.00</u>	<u>31,748.43</u>
ADJUSTMENT TO COMPLY WITH LEGAL MAX	0.00	(198,614.00)	(198,614.00)
LEGAL GENERAL FUND BUDGET	2,395,828.28	2,323,750.00	(72,078.28)
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	0.00	72,078.28	72,078.28
TOTAL EXPENDITURES	<u>2,395,828.28</u>	<u>\$ 2,395,828.28</u>	<u>\$ (0.00)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	21,961.98		
UNENCUMBERED CASH, JULY 1, 2009	<u>(173,220.00)</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ (151,258.02)</u>		

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
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STATEMENT 3
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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 <u>ACTUAL</u>	09-10 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
SUPPLEMENTAL GENERAL FUND			
<u>CASH RECEIPTS</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2008	\$ 8,392.10	\$ 14,493.00	\$ (6,100.90)
-2009	479,378.18	454,980.00	24,398.18
DELINQUENT PROPERTY TAX	1,018.15	3,001.00	(1,982.85)
MOTOR VEHICLE TAX	47,588.33	46,710.00	878.33
RECREATIONAL VEHICLE TAX	806.18	738.00	68.18
	<u>537,182.94</u>	<u>519,922.00</u>	<u>17,260.94</u>
TOTAL TAXES AND SHARED REVENUE			
FEDERAL SOURCES--			
ARRA STABILIZATION FUNDS	<u>53,438.00</u>	<u>0.00</u>	<u>53,438.00</u>
STATE SOURCES -			
SUPPLEMENTAL STATE AID	<u>177,701.00</u>	<u>207,721.00</u>	<u>(30,020.00)</u>
TOTAL CASH RECEIPTS	<u>768,321.94</u>	\$ <u>727,643.00</u>	\$ <u>40,678.94</u>
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	616,960.00	\$ 747,898.00	\$ 130,938.00
- SALARIES - ARRA	53,438.00	0.00	(53,438.00)
OPERATING TRANSFERS-			
SPECIAL EDUCATION	72,500.00	0.00	(72,500.00)
VOCATIONAL EDUCATION	<u>5,000.00</u>	<u>0.00</u>	<u>(5,000.00)</u>
LEGAL SUPPLEMENTAL GENERAL FUND BUDGET	<u>747,898.00</u>	<u>747,898.00</u>	<u>0.00</u>
TOTAL EXPENDITURES	<u>747,898.00</u>	\$ <u>747,898.00</u>	\$ <u>0.00</u>
RECEIPTS OVER (UNDER) EXPENDITURES	20,423.94		
UNENCUMBERED CASH, JULY 1, 2009	<u>(43,065.58)</u>		
UNENCUMBERED CASH, JUNE 30, 2010	\$ <u>(22,641.64)</u>		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
CAPITAL OUTLAY FUND			
<u>CASH RECEIPTS</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2008	\$ 1,879.47	\$ 2,483.00	\$ (603.53)
-2009	(0.45)	0.00	(0.45)
DELINQUENT PROPERTY TAX	118.52	668.00	(549.48)
MOTOR VEHICLE TAX	1,969.31	3,200.00	(1,230.69)
RECREATIONAL VEHICLE TAX	49.73	51.00	(1.27)
	<u>4,016.58</u>	<u>6,402.00</u>	<u>(2,385.42)</u>
TOTAL TAXES AND SHARED REVENUE			
	4,016.58	6,402.00	(2,385.42)
INTEREST INCOME	15,927.03	24,000.00	(8,072.97)
OTHER REVENUE - LOCAL	24,838.41	45,000.00	(20,161.59)
TRANSFERS FROM GENERAL	49,789.09	0.00	49,789.09
	<u>94,571.11</u>	<u>\$ 75,402.00</u>	<u>\$ 19,169.11</u>
TOTAL CASH RECEIPTS			
	94,571.11	\$ 75,402.00	\$ 19,169.11
<u>EXPENDITURES</u>			
INSTRUCTION - PROPERTY (EQUIP. & FURN.)	6,352.65	\$ 100,000.00	\$ 93,647.35
STUDENT SUPPORT SERV. - PROPERTY (EQUIP. & FURN.)	0.00	10,000.00	10,000.00
INSTRUCTIONAL SUPPORT - PROPERTY (EQUIP. & FURN.)	334.83	40,000.00	39,665.17
GENERAL ADMINISTRATION - PROPERTY (EQUIP. & FURN.)	2,080.00	15,000.00	12,920.00
SCHOOL ADMINISTRATION - PROPERTY (EQUIP. & FURN.)	3,389.00	5,000.00	1,611.00
OPERATIONS & MAINT. - PROPERTY (EQUIP. & FURN.)	17,177.34	100,000.00	82,822.66
TRANSPORTATION - PROPERTY (EQUIP. & BUSES)	91,080.55	80,000.00	(11,080.55)
OTHER SUPPORT SERV. - PROPERTY (EQUIP. & FURN.)	0.00	35,000.00	35,000.00
BUILDING REPAIR/REMODEL	23,711.07	0.00	(23,711.07)
	<u>144,125.44</u>	<u>\$ 385,000.00</u>	<u>\$ 240,874.56</u>
TOTAL EXPENDITURES			
	144,125.44	\$ 385,000.00	\$ 240,874.56
RECEIPTS OVER (UNDER) EXPENDITURES	(49,554.33)		
UNENCUMBERED CASH, JULY 1, 2009	<u>505,646.56</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 456,092.23</u>		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 <u>ACTUAL</u>	09-10 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
DRIVER TRAINING FUND			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 1,800.00	\$ 1,000.00	\$ 800.00
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	2,827.96	\$ 4,000.00	\$ 1,172.04
- EMPLOYEE BENEFITS	229.02	375.00	145.98
- SUPPLIES	1,200.00	2,250.00	1,050.00
- OTHER	0.00	20,692.00	20,692.00
VEHICLE OPER. & MAINT. - FUEL	498.58	233.00	(265.58)
- OTHER	62.83	29.00	(33.83)
TOTAL EXPENDITURES	4,818.39	\$ 27,579.00	\$ 22,760.61
RECEIPTS OVER (UNDER) EXPENDITURES	(3,018.39)		
UNENCUMBERED CASH, JULY 1, 2009	26,579.43		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 23,561.04		
 BILINGUAL EDUCATION FUND			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 2,200.00	\$ 2,200.00	\$ 0.00
<u>EXPENDITURES</u>			
INSTRUCTION - EMPLOYEE BENEFITS	0.00	\$ 2,200.00	\$ 2,200.00
RECEIPTS OVER (UNDER) EXPENDITURES	2,200.00		
UNENCUMBERED CASH, JULY 1, 2009	0.00		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 2,200.00		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
FOOD SERVICE FUND			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS - STATE AID	\$ 1,884.01	\$ 2,285.00	\$ (400.99)
- FEDERAL AID	65,730.27	71,986.00	(6,255.73)
MEALS	73,315.29	90,703.00	(17,387.71)
REIMBURSEMENTS	203.88	2,750.00	(2,546.12)
TRANSFER FROM GENERAL FUND	42,357.91	35,000.00	7,357.91
TOTAL CASH RECEIPTS	<u>183,491.36</u>	<u>\$ 202,724.00</u>	<u>\$ (19,232.64)</u>
<u>EXPENDITURES</u>			
OPER. & MAINT. - PURCHASED PROPERTY SERVICES	2,739.71	\$ 2,300.00	\$ (439.71)
FOOD SERVICE OPER. - SALARIES	76,418.87	85,000.00	8,581.13
- EMPLOYEE BENEFITS	17,755.74	24,700.00	6,944.26
- OTHER PURCHASED SERVICES	1,629.38	2,500.00	870.62
- SUPPLIES, FOOD	85,456.35	102,000.00	16,543.65
- PROPERTY (EQUIP. & FURN.)	1,322.00	49,829.00	48,507.00
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	0.00	203.88	203.88
TOTAL EXPENDITURES	<u>185,322.05</u>	<u>\$ 266,532.88</u>	<u>\$ 81,210.83</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(1,830.69)		
UNENCUMBERED CASH, JULY 1, 2009	<u>63,604.68</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 61,773.99</u>		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
PROFESSIONAL DEVELOPMENT FUND			
<u>CASH RECEIPTS</u>			
REIMBURSEMENTS	\$ 0.00	\$ 115.00	\$ (115.00)
TRANSFER FROM GENERAL FUND	3,000.00	7,000.00	(4,000.00)
TOTAL CASH RECEIPTS	<u>3,000.00</u>	<u>\$ 7,115.00</u>	<u>\$ (4,115.00)</u>
<u>EXPENDITURES</u>			
INSTR. SUPPORT - SALARIES	7,896.80	\$ 22,357.00	\$ 14,460.20
- EMPLOYEE BENEFITS	613.05	212.00	(401.05)
- PURCHASED PROF. & TECH. SERV.	5,423.53	16,000.00	10,576.47
- OTHER PURCHASED SERVICES	749.60	3,000.00	2,250.40
TOTAL EXPENDITURES	<u>14,682.98</u>	<u>\$ 41,569.00</u>	<u>\$ 26,886.02</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(11,682.98)		
UNENCUMBERED CASH, JULY 1, 2009	<u>34,454.20</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 22,771.22</u>		

SPECIAL EDUCATION FUND

<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL FUND	\$ 218,072.00	\$ 325,000.00	\$ (106,928.00)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	72,500.00	0.00	72,500.00
TOTAL CASH RECEIPTS	<u>290,572.00</u>	<u>\$ 325,000.00</u>	<u>\$ (34,428.00)</u>
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	25,579.90	\$ 40,000.00	\$ 14,420.10
- EMPLOYEE BENEFITS	2,040.51	3,100.00	1,059.49
- OTHER PURCH. SERV. - PYMT. TO COOP	253,851.35	245,922.00	(7,929.35)
INSTR. SUPP. - OTHER PURCHASED SERVICES	77.16	200.00	122.84
STUDENT TRANSPORTATION SERVICES:			
SUPERVISION - SALARIES	2,094.36	0.00	(2,094.36)
- EMPLOYEE BENEFITS	114.53	6,000.00	5,885.47
- OTHER PURCHASED SERVICES	126.00	0.00	(126.00)
- SUPPLIES, FUEL	320.61	10,000.00	9,679.39
- EQUIPMENT	0.00	75,000.00	75,000.00
VEHICLE OPER. - SALARIES	0.00	10,000.00	10,000.00
- EMPLOYEE BENEFITS	0.00	4,000.00	4,000.00
- SUPPLIES, FUEL	0.00	6,504.00	6,504.00
- EQUIPMENT	0.00	50,000.00	50,000.00
VEHICLE SERV. - PURCHASED PROF. & TECH. SERV.	96.00	513.00	417.00
OTHER STUDENT TRANSPORTATION SERVICES:			
- PURCHASED PROF. & TECH. SERV.	0.00	509.00	509.00
TOTAL EXPENDITURES	<u>284,300.42</u>	<u>\$ 451,748.00</u>	<u>\$ 167,447.58</u>
RECEIPTS OVER (UNDER) EXPENDITURES	6,271.58		
UNENCUMBERED CASH, JULY 1, 2009	<u>126,748.14</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 133,019.72</u>		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
VOCATIONAL EDUCATION FUND			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL FUND	\$ 73,227.57	\$ 97,000.00	\$ (23,772.43)
TRANSFER FROM SUPPLEMENTAL GENERAL FUND	5,000.00	0.00	5,000.00
REIMBURSEMENTS	<u>2,327.92</u>	<u>3,500.00</u>	<u>(1,172.08)</u>
TOTAL CASH RECEIPTS	<u>80,555.49</u>	<u>\$ 100,500.00</u>	<u>\$ (19,944.51)</u>
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	55,054.39	\$ 89,770.00	\$ 34,715.61
- EMPLOYEE BENEFITS	4,143.54	6,301.00	2,157.46
- SUPPLIES	2,295.47	2,560.00	264.53
- PROPERTY (EQUIP. & FURN.)	875.00	2,269.00	1,394.00
STUDENT SUPPORT SERV.			
- OTHER PURCH. SERVICES	222.36	2,000.00	1,777.64
- OTHER	1,632.00	816.00	(816.00)
INSTR. SUPPORT STAFF - SUPPLIES	0.00	34.00	34.00
OPER. & MAINT. - SUPPLIES, FUEL	36.63	0.00	(36.63)
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	<u>0.00</u>	<u>2,327.92</u>	<u>2,327.92</u>
TOTAL EXPENDITURES	<u>64,259.39</u>	<u>\$ 106,077.92</u>	<u>\$ 41,818.53</u>
RECEIPTS OVER (UNDER) EXPENDITURES	16,296.10		
UNENCUMBERED CASH, JULY 1, 2009	<u>3,250.58</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 19,546.68</u>		

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ <u>142,722.43</u>	\$ <u>171,369.00</u>	\$ <u>(28,646.57)</u>
<u>EXPENDITURES</u>			
INSTRUCTION - KPERS	106,840.80	\$ 111,236.00	\$ 4,395.20
STUDENT SUPPORT - KPERS	917.58	2,388.00	1,470.42
INSTRUCTIONAL SUPPORT - KPERS	5,253.21	5,394.00	140.79
GENERAL ADMINISTRATION - KPERS	3,572.82	9,144.00	5,571.18
SCHOOL ADMINISTRATION - KPERS	11,122.08	10,254.00	(868.08)
OTHER SUPPLEMENTAL SERVICES - KPERS	1,449.09	0.00	(1,449.09)
OPERATION/MAINTENANCE - KPERS	7,918.08	8,484.00	565.92
STUDENT TRANSPORTATION SERVICES - KPERS	2,847.88	16,294.00	13,446.12
FOOD SERVICE - KPERS	<u>2,800.89</u>	<u>8,175.00</u>	<u>5,374.11</u>
TOTAL EXPENDITURES	<u>142,722.43</u>	<u>\$ 171,369.00</u>	<u>\$ 28,646.57</u>
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	<u>0.00</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 0.00</u>		

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
AT RISK FUND (4 YEAR OLD)			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 36,108.00	\$ 65,000.00	\$ (28,892.00)
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	25,368.65	\$ 60,246.00	\$ 34,877.35
- EMPLOYEE BENEFITS	6,863.36	4,754.00	(2,109.36)
- SUPPLIES	1,391.15	0.00	(1,391.15)
TOTAL EXPENDITURES	33,623.16	\$ 65,000.00	\$ 31,376.84
RECEIPTS OVER (UNDER) EXPENDITURES	2,484.84		
UNENCUMBERED CASH, JULY 1, 2009	0.00		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 2,484.84		
 AT RISK FUND (K-12)			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ 111,533.00	\$ 150,000.00	\$ (38,467.00)
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	101,320.09	\$ 130,747.00	\$ 29,426.91
- EMPLOYEE BENEFITS	10,064.46	8,694.00	(1,370.46)
- SUPPLIES	148.45	0.00	(148.45)
- PROPERTY (EQUIP. & FURN.)	0.00	10,559.00	10,559.00
TOTAL EXPENDITURES	111,533.00	\$ 150,000.00	\$ 38,467.00
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	0.00		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 0.00		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 <u>ACTUAL</u>	09-10 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
TEXTBOOK RENTAL FUND			
<u>CASH RECEIPTS</u>			
TEXTBOOK RENTALS	\$ 12,030.77		
TRANSFER FROM GENERAL	<u>3,000.00</u>		
TOTAL CASH RECEIPTS	<u>15,030.77</u>		
<u>EXPENDITURES</u>			
TEXTBOOKS AND SUPPLIES	<u>8,462.60</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	6,568.17		
UNENCUMBERED CASH, JULY 1, 2009	<u>50,042.50</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 56,610.67</u>		
 CONTINGENCY RESERVE			
<u>CASH RECEIPTS</u>			
TRANSFER FROM GENERAL	\$ <u>117,664.00</u>		
<u>EXPENDITURES</u>			
UNEXPECTED MAINTENANCE	<u>0.00</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	117,664.00		
UNENCUMBERED CASH, JULY 1, 2009	<u>114,709.58</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 232,373.58</u>		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
TITLE II - A			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 19,886.00		
 <u>EXPENDITURES</u>			
SALARIES	17,285.00		
PROFESSIONAL DEVELOPMENT	612.00		
SUPPLIES	1,989.00		
 TOTAL EXPENDITURES	19,886.00		
 RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
 UNENCUMBERED CASH, JULY 1, 2009	0.00		
 UNENCUMBERED CASH, JUNE 30, 2010	\$ 0.00		
 TITLE II - D			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 413.00		
STATE OF KANSAS - ARRA	1,016.00		
 TOTAL CASH RECEIPTS	1,429.00		
 <u>EXPENDITURES</u>			
INSTRUCTION--			
SUPPLIES	264.00		
SUPPLIES - ARRA	762.00		
INSTR. SUPPORT STAFF--			
PURCHASED PROF. & TECH. SERVICES	149.00		
PURCHASED PROF. & TECH. SERVICES - ARRA	254.00		
 TOTAL EXPENDITURES	1,429.00		
 RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
 UNENCUMBERED CASH, JULY 1, 2009	0.00		
 UNENCUMBERED CASH, JUNE 30, 2010	\$ 0.00		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
TITLE I - FY 10			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ 50,314.00		
STATE OF KANSAS - ARRA	<u>26,586.00</u>		
TOTAL CASH RECEIPTS	<u>76,900.00</u>		
<u>EXPENDITURES</u>			
INSTRUCTION - SALARIES	43,090.16		
- SALARIES - ARRA	26,586.00		
INSTRUCTION - EMPLOYEE BENEFITS	<u>7,223.84</u>		
TOTAL EXPENDITURES	<u>76,900.00</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	<u>0.00</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 0.00</u>		
 TITLE IV			
<u>CASH RECEIPTS</u>			
STATE OF KANSAS	\$ <u>1,553.00</u>		
<u>EXPENDITURES</u>			
INSTRUCTION - PURCH. SERVICES	1,061.12		
INSTRUCTION - SUPPLIES	<u>491.88</u>		
TOTAL EXPENDITURES	<u>1,553.00</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	<u>0.00</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 0.00</u>		
 SMALL RURAL SCHOOL ACHIEVEMENT PROGRAM			
<u>CASH RECEIPTS</u>			
U.S. DEPT. OF EDUCATION	\$ <u>18,730.00</u>		
<u>EXPENDITURES</u>			
PURCHASED SERVICES	17,825.01		
PURCHASED INSTRUCTIONAL EQUIPMENT	<u>904.99</u>		
TOTAL EXPENDITURES	<u>18,730.00</u>		
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	<u>0.00</u>		
UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 0.00</u>		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 ACTUAL	09-10 BUDGET	VARIANCE - OVER (UNDER)
HEIMAN SCHOLARSHIP FUND			
<u>CASH RECEIPTS</u>			
INTEREST ON INVESTMENTS	\$ 600.00		
<u>EXPENDITURES</u>			
SCHOLARSHIP PAYMENTS	600.00		
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	24,000.02		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 24,000.02		
ROTHFELDER SCHOLARSHIP			
<u>CASH RECEIPTS</u>			
DONATIONS	\$ 15,000.00		
TOTAL CASH RECEIPTS	15,000.00		
<u>EXPENDITURES</u>			
SCHOLARSHIP PAYMENTS	0.00		
RECEIPTS OVER (UNDER) EXPENDITURES	15,000.00		
UNENCUMBERED CASH, JULY 1, 2009	0.00		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 15,000.00		
SUMMERFIELD TRACK			
<u>CASH RECEIPTS</u>	\$ 0.00		
<u>EXPENDITURES</u>			
TRACK EXPENSE	0.00		
RECEIPTS OVER (UNDER) EXPENDITURES	0.00		
UNENCUMBERED CASH, JULY 1, 2009	347.10		
UNENCUMBERED CASH, JUNE 30, 2010	\$ 347.10		

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STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	09-10 <u>ACTUAL</u>	09-10 <u>BUDGET</u>	VARIANCE - OVER (UNDER)
BOND & INTEREST FUND			
<u>CASH RECEIPTS</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES-2008	\$ 3,632.30	\$ 7,039.00	\$ (3,406.70)
-2009	192,769.50	186,610.00	6,159.50
DELINQUENT PROPERTY TAX	484.32	1,304.00	(819.68)
MOTOR VEHICLE TAX	23,000.90	22,244.00	756.90
RECREATIONAL VEHICLE TAX	384.91	352.00	32.91
 TOTAL TAXES AND SHARED REVENUE	 <u>220,271.93</u>	 <u>217,549.00</u>	 <u>2,722.93</u>
 STATE SOURCES--			
STATE OF KANSAS	24,782.00	24,782.00	0.00
 TOTAL CASH RECEIPTS	 <u>245,053.93</u>	 <u>\$ 242,331.00</u>	 <u>\$ 2,722.93</u>
 <u>EXPENDITURES</u>			
INTEREST	87,821.28	\$ 87,822.00	\$ 0.72
COMMISSION & POSTAGE	0.00	250.00	250.00
PRINCIPAL	160,000.00	160,000.00	0.00
 TOTAL EXPENDITURES	 <u>247,821.28</u>	 <u>\$ 248,072.00</u>	 <u>\$ 250.72</u>
 RECEIPTS OVER (UNDER) EXPENDITURES	 (2,767.35)		
 UNENCUMBERED CASH, JULY 1, 2009	 <u>243,029.13</u>		
 UNENCUMBERED CASH, JUNE 30, 2010	 <u>\$ 240,261.78</u>		

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STATEMENT 4

AGENCY FUNDS
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	BEGINNING CASH BALANCE	CASH RECEIPTS	CASH DISBURSEMENTS	ENDING CASH BALANCE
STUDENT ORGANIZATION FUNDS				
<u>AXTELL SCHOOL:</u>				
SOAR AS AN EAGLE SCHOLARSHIP-07	\$ 10,321.80	\$ 99.74	\$ 0.00	\$ 10,421.54
SOAR AS AN EAGLE SCHOLARSHIP-08	10,138.76	84.46	4,530.00	5,693.22
SOAR AS AS EAGLE SCHOLARSHIP-09	10,017.06	96.45	0.00	10,113.51
SOAR AS AS EAGLE SCHOLARSHIP-10	0.00	10,016.18	0.00	10,016.18
CLASS OF 2010	11,431.47	3,859.60	15,291.07	0.00
CLASS OF 2011	5,278.00	21,238.91	12,577.67	13,939.24
CLASS OF 2012	2,628.26	4,075.83	1,544.86	5,159.23
CLASS OF 2013	1,002.98	4,553.70	2,589.36	2,967.32
CLASS OF 2014	0.00	543.27	0.00	543.27
ANNUAL CLUB	6,663.75	2,383.98	2,330.00	6,717.73
ACSC-AXTELL COMM. SERVICE CLUB	0.00	11,143.61	3,493.31	7,650.30
CHEERLEADER CLUB	543.62	620.00	751.67	411.95
DRAMA CLUB	61.12	0.00	0.00	61.12
FACULTY CLUB	86.21	210.00	199.50	96.71
FCCLA	8,008.97	0.00	8,008.97	0.00
FFA	2,314.07	5,968.80	5,356.97	2,925.90
SCHOLARSHIPS	2,500.00	278.44	2,678.44	100.00
NATIONAL HONOR SOCIETY	468.77	32.00	363.60	137.17
STUDENT COUNCIL	2,203.95	3,469.51	3,497.12	2,176.34
SUBTOTAL AXTELL	73,668.79	68,674.48	63,212.54	79,130.73
<u>BERN SCHOOL:</u>				
CLASS OF 2006	79.59	0.00	79.59	0.00
CLASS OF 2008	626.40	0.00	626.40	0.00
CLASS OF 2009	12.61	2,525.00	2,537.61	0.00
CLASS OF 2010	6,760.20	5,101.37	11,861.57	0.00
CLASS OF 2011	3,393.95	8,822.76	6,353.75	5,862.96
CLASS OF 2012	174.95	1,677.87	0.00	1,852.82
CLASS OF 2013	104.90	0.00	0.00	104.90
CLASS OF 2014	0.00	74.20	0.00	74.20
ANNUAL CLUB	3,458.16	4,994.00	4,567.68	3,884.48
DRAMA CLUB	904.19	839.09	777.00	966.28
FACULTY CLUB	157.40	1,800.00	100.00	1,857.40
FBLA	0.00	621.00	621.00	0.00
FCCLA	963.04	5,712.04	4,991.51	1,683.57
FFA	1,096.08	0.00	0.00	1,096.08
LETTER CLUB	12.50	0.00	0.00	12.50
MUSIC CLUB	1,146.02	3,363.16	1,337.25	3,171.93
NATIONAL HONOR SOCIETY	993.90	546.97	926.22	614.65
PEP CLUB	33.07	0.00	0.00	33.07
CHEERLEADING	458.60	40.00	31.46	467.14
SCIENCE GRANT FD	13.30	0.00	0.00	13.30
FORENSICS	139.79	195.71	181.00	154.50
STUDENT COUNCIL	2,121.01	985.36	883.50	2,222.87
SCHOLAR BOWL	55.84	560.00	287.11	328.73
SUBTOTAL BERN	22,705.50	37,858.53	36,162.65	24,401.38
<u>SUMMERFIELD SCHOOL:</u>				
BAND	24.03	57.75	16.52	65.26
SUBTOTAL SUMMERFIELD	24.03	57.75	16.52	65.26
SUBTOTAL ALL STUDENT ORGANIZATION FUNDS	96,398.32	106,590.76	99,391.71	103,597.37
 PAYROLL CLEARING				
PAYROLL CLEARING	86,836.10	969,429.52	1,025,262.60	31,003.02
TOTAL AGENCY FUNDS	\$ 183,234.42	\$ 1,076,020.28	\$ 1,124,654.31	\$ 134,600.39

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

STATEMENT 5

DISTRICT ACTIVITY FUNDS
STATEMENT OF CASH RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

FUND	BEGINNING UNENCUMBERED CASH BALANCE	PRIOR YEAR CANCELED ENCUMBRANCES	CASH RECEIPTS	EXPENDITURES	ENDING UNENCUMBERED CASH BALANCE	ADD OUTSTANDING ENCUMBRANCES AND ACCOUNTS PAYABLE	ENDING CASH BALANCE
GATE RECEIPTS							
AXTELL SCHOOL:							
HIGH SCHOOL ATHLETICS	\$ 3,978.23	\$ 0.00	\$ 14,917.57	\$ 14,677.23	\$ 4,218.57	\$ 0.00	\$ 4,218.57
JUNIOR HIGH ATHLETICS	465.07	0.00	2,749.06	2,716.20	497.93	0.00	497.93
SUBTOTAL AXTELL SCHOOL	4,443.30	0.00	17,666.63	17,393.43	4,716.50	0.00	4,716.50
BERN SCHOOL:							
HIGH SCHOOL ATHLETICS	2,647.72	0.00	9,833.38	9,900.02	2,581.08	0.00	2,581.08
JUNIOR HIGH ATHLETICS	127.33	0.00	2,424.73	1,676.10	875.96	0.00	875.96
SUBTOTAL BERN SCHOOL	2,775.05	0.00	12,258.11	11,576.12	3,457.04	0.00	3,457.04
SUBTOTAL GATE RECEIPTS	7,218.35	0.00	29,924.74	28,969.55	8,173.54	0.00	8,173.54
SCHOOL PROJECTS							
AXTELL SCHOOL:							
SCHOOL PLAY	2,708.36	0.00	602.00	284.46	3,025.90	0.00	3,025.90
STUDENT PURCHASES/REVOLVING	1,626.80	0.00	2,370.30	2,364.44	1,632.66	0.00	1,632.66
STUDENT ACTIVITY PROJECTS	10,092.74	0.00	8,820.87	10,604.54	8,309.07	0.00	8,309.07
SUBTOTAL AXTELL SCHOOL	14,427.90	0.00	11,793.17	13,253.44	12,967.63	0.00	12,967.63
BERN SCHOOL:							
STUDENT INCENTIVES	1,865.22	0.00	987.06	0.00	2,852.28	0.00	2,852.28
CONCESSIONS	3,569.68	0.00	11,377.16	12,196.60	2,750.24	0.00	2,750.24
STUDENT ACTIVITY PROJECTS	3,485.55	0.00	13,301.83	14,079.90	2,707.48	0.00	2,707.48
SUBTOTAL BERN SCHOOL	8,920.45	0.00	25,666.05	26,276.50	8,310.00	0.00	8,310.00
SUMMERFIELD SCHOOL:							
POP MACHINE	113.25	0.00	57.47	167.22	3.50	0.00	3.50
STUDENT ACTIVITY PROJECTS	1,677.20	0.00	3,686.25	4,185.62	1,177.83	0.00	1,177.83
SUBTOTAL SUMMERFIELD SCHOOL	1,790.45	0.00	3,743.72	4,352.84	1,181.33	0.00	1,181.33
SUBTOTAL SCHOOL PROJECTS	25,138.80	0.00	41,202.94	43,882.78	22,458.96	0.00	22,458.96
TOTAL DISTRICT ACTIVITY FUNDS	\$ 32,357.15	\$ 0.00	\$ 71,127.68	\$ 72,852.33	\$ 30,632.50	\$ 0.00	\$ 30,632.50

THE NOTES TO THE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

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UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Unified School District No. 488 is a municipal corporation governed by an elected seven-member board. These financial statements present Unified School District No. 488 (the primary government). The district has no component units.

B. Fund accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds comprise the financial activities of the district for the fiscal year 2010:

Governmental funds

General fund--to account for all financial resources except those required to be accounted for in another fund.

Special revenue funds--to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for specified purposes.

Debt service fund --to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Capital Projects Funds --to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Fiduciary funds

Trust and agency funds--to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include (a) expendable trust funds, (b) nonexpendable trust funds, (c) pension trust funds, and (d) agency funds.

C. Basis of Accounting

Statutory Basis of Accounting--The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure is recorded in the fund which the transfer is made.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Departure from accounting principles generally accepted in the United States of America--The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense and liabilities such as deferred revenue, matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

D. Reimbursements

Unified School District No. 488 records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

E. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

A legal operating budget is not required for capital projects funds, fiduciary funds, permanent funds and the following special revenue funds:

Textbook rental
Contingency reserve
Federal programs and grant funds.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

F. Property Tax

The county clerk calculates the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to the county treasurer, who prepares tax statements and receives payment.

Taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 21st and May 11th. Delinquent taxes were assessed interest at 8% per annum for calendar year 2009 and 7% per annum for calendar year 2010. This interest is retained by the county.

Taxes levied to finance the budget are made available to the district after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance With Finance-Related Legal and Contractual Provisions

The district is required, with certain exceptions, to make mandatory purchases of products offered by Kansas industries for the blind and severely disabled vendors under K.S.A. 75-3317 through 75-3322. The district purchased some products from the above vendors, but failed to purchase all such products made available by the above vendors.

3. DEPOSITS AND INVESTMENTS

At year-end the district had no investments (including repurchase agreements).

K.S.A. 9-1401 establishes the depositories which may be used by the district. The statute requires banks eligible to hold the district's funds have a main or branch bank in the county in which the district is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The district has no other policies that would further limit interest rate risk.

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

3. DEPOSITS AND INVESTMENTS (cont.)

K.S.A. 12-1675 limits the district's investment of idle funds to time deposits, open accounts and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The district has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. State statutes require the district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2010.

At June 30, 2010, the carrying amount of the district's deposits, including certificates of deposit, was \$1,281,376.10 and the bank balance was \$1,708,974.56. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, \$251,246.59 was covered by FDIC insurance and the remaining \$1,457,727.97 was collateralized with securities held by the pledging financial institutions' agents in the district's name.

Custodial credit risk – investments. At year-end the district had no investments.

4. LONG-TERM DEBT

Changes in long-term liabilities for the district for the year ended June 30, 2010 were as follows:

ISSUE	INTEREST RATES	DATE OF ISSUE	AMOUNT OF ISSUE	DATE OF FINAL MATURITY	BEGINNING PRINCIPAL OUTSTANDING	ADDITIONS TO PRINCIPAL	REDUCTIONS OF PRINCIPAL	NET CHANGE IN PRINCIPAL	ENDING PRINCIPAL OUTSTANDING	INTEREST PAID
GENERAL OBLIGATION BONDS: SERIES 2000	4.95-7.00%	07/01/00	\$ 2,995,000.00	09/01/20	\$ 135,000.00	\$ 0.00	\$ 135,000.00	\$ (135,000.00)	\$ 0.00	\$ 3,375.00
GENERAL OBLIGATION REFUNDING BONDS: SERIES 2005	3.50-4.00%	10/15/05	\$ 2,300,000.00	09/01/20	2,225,000.00	0.00	25,000.00	(25,000.00)	2,200,000.00	84,446.28
BUS. LEASE PURCHASE AGREEMENT: STATE BANK OF AXTELL	4.15%	10/13/08	\$ 120,254.68	08/01/11	81,100.72	0.00	81,100.72	(81,100.72)	0.00	3,079.83
					<u>\$ 2,441,100.72</u>	<u>\$ 0.00</u>	<u>\$ 241,100.72</u>	<u>\$ (241,100.72)</u>	<u>\$ 2,200,000.00</u>	<u>\$ 90,901.11</u>

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

4. LONG-TERM DEBT (cont.)

	YEAR							
	2011	2012	2013	2014	2015	2016-2020	2021-2025	TOTAL
GENERAL OBLIGATION BONDS SERIES 2000								
PRINCIPAL	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
INTEREST	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GENERAL OBLIGATION REFUNDING BONDS SERIES 2005								
PRINCIPAL	155,000.00	175,000.00	175,000.00	185,000.00	190,000.00	1,070,000.00	250,000.00	2,200,000.00
INTEREST	81,199.38	75,218.13	68,874.38	62,418.75	55,667.50	160,300.00	5,000.00	508,678.14
BUS LEASE PURCHASE AGREEMENT								
PRINCIPAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INTEREST	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL PRINCIPAL AND INTEREST	\$ 236,199.38	\$ 250,218.13	\$ 243,874.38	\$ 247,418.75	\$ 245,667.50	\$ 1,230,300.00	\$ 255,000.00	\$ 2,708,678.14

5. INTERFUND TRANSFERS

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
General Fund	Special Education	K.S.A. 72-6428	\$ 218,072.00
General Fund	Food Service	K.S.A. 72-6428	42,357.91
General Fund	Professional Development	K.S.A. 72-6428	3,000.00
General Fund	At Risk 4 Year Old	K.S.A. 72-6428	36,108.00
General Fund	At Risk K-12	K.S.A. 72-6428	111,533.00
General Fund	Textbook Rental	K.S.A. 72-6428	3,000.00
General Fund	Vocational Education	K.S.A. 72-6428	73,227.57
General Fund	Bilingual Education	K.S.A. 72-6428	2,200.00
General Fund	Contingency Reserve	K.S.A. 72-6428	117,664.00
General Fund	Capital Outlay	K.S.A. 72-6428	49,789.09
Supplemental General Fund	Vocational Education	K.S.A. 72-6433	5,000.00
Supplemental General Fund	Special Education	K.S.A. 72-6433	72,500.00

6. DEFINED BENEFIT PENSION PLAN

Plan description. The Unified School District No. 488, Axtell, Kansas, contributes to the Kansas Public Employees Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERs provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERs member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERs according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 8.57% of covered payroll. These contribution requirements are established by KPERs and are periodically

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

6. DEFINED BENEFIT PENSION PLAN (cont.)

revised. State of Kansas contributions to KPERs for all Kansas public school employees for the years ending June 30, 2010, 2009, and 2008 were \$248,468,186, \$242,277,363, and \$220,815,154, respectively, equal to the required contributions for each year.

7. OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the district allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the district is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the district makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

8. FRINGE BENEFIT

All full-time employees of the district receive, as a district paid fringe benefit, a single health insurance plan with Blue Cross-Blue Shield. The district also provides a \$10,000.00 life insurance policy for district employees.

An optional salary reduction plan is also available for all employees employed for 630 hours a year. The following options are available:

1. (Balance of) health insurance premium
2. Salary protection (disability) insurance
3. Cancer insurance
4. Term life insurance to \$50,000
5. Medical expense reimbursement account
6. Dependent child care reimbursement
7. Dental insurance

9. COMPENSATED ABSENCES

The district's policies regarding vacation and sick leave are: Teachers and principals are allowed 18 days sick/emergency leave accumulative to 45 days, and three days personal leave, three days professional leave on a non-accumulative basis; cooks are allowed 12 days sick/emergency leave accumulative to 30 days, two days personal leave, non-accumulative; bus drivers are allowed 12 days sick/emergency leave accumulative to 30 days, two days personal leave, non-accumulative; the U.S.D. clerk is allowed ten days vacation per year plus 1 day for every 5 years of employment, 12 days sick/emergency leave accumulative to 45 days, two days personal leave, non-accumulative; custodians are allowed ten days vacation per year, 12 days sick/emergency leave accumulative to 45 days, two days personal leave, non-accumulative; secretaries and paras are allowed 12 days sick/emergency leave accumulative to 30 days, two days personal leave, non-accumulative, and secretaries get 10 vacation days prorated to time worked; the superintendent is allowed 18 days sick/emergency leave

UNIFIED SCHOOL DISTRICT NO. 488
AXTELL, KANSAS
MARSHALL COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

9. COMPENSATED ABSENCES (cont.)

accumulative to 45 days, three days personal leave, three days professional leave, non-accumulative, and 22 days vacation; the district office secretary is allowed six days vacation per year, 12 days sick/emergency leave accumulative to 45 days, two days personal leave, non-accumulative.

Liability for compensated absences is not reflected in the financial statements.

10. COMMITMENTS AND CONTINGENCIES

Litigation. As of the audit date, there is no litigation pending which involves the Unified School District No. 488.

Grant program involvement In the normal course of operations, the district participates in various Federal or State grant programs from year to year. The grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Final fiscal year The Boards of Education of Unified School District No. 488 Axtell and Unified School District No. 441 Sabetha filed with the State Board of Education an agreement to Consolidate said districts. After voter approval on May 25, 2010 for the consolidation was obtained, the State Board of Education, in accordance with K.S.A. 72-8705, entered an Order organizing consolidated Unified School District No. 113, Nemaha County, Kansas, that directs the consolidation to be effective on July 1, 2010.

11. COPIER SERVICE AGREEMENT

The district maintains a copier service agreement with Century Business Systems, Inc. The original term was from July 6, 1990 through July 6, 1995. The agreement has been renewed every year since. The copy rate for the school year 2009-10 was \$0.0312. The district paid \$20,800 for FY10 plus \$253.62 for overage of copies.

In compliance with the Kansas cash basis law, the district is obligated only to pay periodic payments under this agreement as may lawfully be made from funds budgeted and appropriated for that purpose during the district's current budget year or from funds made available from any lawfully operated revenue producing source. In the event of non-funding for the purpose of this agreement, the district agrees to immediately notify Century Business Systems, Inc., of the district's intention to terminate the agreement. Upon such notice, Century Business Systems, Inc. shall remove the equipment and unused supplies at the end of the current prepaid year.

12. COMPLIANCE WITH K.S.A. 72-6417(d) AND K.S.A. 72-6434(d)

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30 as a receipt for the school year ending on June 30. This year due to lack of state funds, schools were forced to record other late payments from the state as received in June even though the electronic funds transfer did not come through until after July 1, 2010. Our audit reflects these payments as deposits in transit for the district. Only the General and Supplemental General state aid monies have statutory authority to record these

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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

payments in June. The following shows the revenue as required by these statutes.

STATUTORY REVENUES AND EXPENDITURES - STATUTORY AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	GENERAL FUND		
	STATUTORY TRANSACTIONS	09-10 BUDGET	VARIANCE - OVER (UNDER)
<u>STATUTORY REVENUES</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2008	\$ 7,893.26	\$ 6,877.00	\$ 1,016.26
-2009	418,277.08	410,202.00	8,075.08
DELINQUENT PROPERTY TAX	556.16	3,084.00	(2,527.84)
MOTOR VEHICLE TAX	66.48	238.00	(171.52)
ARRA STABILIZATION FUNDS	115,256.00	115,256.00	0.00
GENERAL STATE AID	1,563,630.00	1,720,953.00	(157,323.00)
SPECIAL EDUCATION AID	218,072.00	265,754.00	(47,682.00)
REIMBURSEMENTS	72,078.28	0.00	72,078.28
TOTAL STATUTORY REVENUES	<u>2,395,829.26</u>	<u>\$ 2,522,364.00</u>	<u>\$ (126,534.74)</u>
<u>EXPENDITURES</u>			
INSTRUCTION	658,574.37	\$ 708,460.00	\$ 49,885.63
STUDENT SUPPORT SERVICES	68,637.71	67,639.00	(998.71)
INSTRUCTIONAL SUPPORT STAFF	101,464.38	86,139.00	(15,325.38)
GENERAL ADMINISTRATION	173,427.10	198,382.00	24,954.90
SCHOOL ADMINISTRATION	232,677.15	216,688.00	(15,989.15)
OPERATIONS AND MAINTENANCE	328,164.19	362,092.00	33,927.81
STUDENT TRANSPORTATION SERVICES	175,931.81	171,650.00	(4,281.81)
OTHER SUPPORT SERVICES	0.00	22,614.00	22,614.00
OUTGOING TRANSFERS	656,951.57	688,700.00	31,748.43
ADJUSTMENT TO COMPLY WITH LEGAL MAX	0.00	(198,614.00)	(198,614.00)
LEGAL GENERAL FUND BUDGET	2,395,828.28	2,323,750.00	(72,078.28)
ADJUSTMENT FOR QUALIFYING BUDGET CREDITS	0.00	72,078.28	72,078.28
TOTAL EXPENDITURES	<u>2,395,828.28</u>	<u>\$ 2,395,828.28</u>	<u>\$ (0.00)</u>
STATUTORY REVENUES OVER (UNDER) EXPENDITURES	0.98		
MODIFIED UNENCUMBERED CASH, JULY 1, 2009	<u>0.00</u>		
MODIFIED UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 0.98</u>		

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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

STATUTORY REVENUES AND EXPENDITURES - STATUTORY AND BUDGET
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

SUPPLEMENTAL GENERAL FUND			
	STATUTORY TRANSACTIONS	09-10 BUDGET	VARIANCE - OVER (UNDER)
<u>STATUTORY REVENUES</u>			
TAXES AND SHARED REVENUE--			
AD VALOREM PROPERTY TAXES -2008	\$ 8,392.10	\$ 14,493.00	\$ (6,100.90)
-2009	479,378.18	454,980.00	24,398.18
DELINQUENT PROPERTY TAX	1,018.15	3,001.00	(1,982.85)
MOTOR VEHICLE TAX	47,588.33	46,710.00	878.33
RECREATIONAL VEHICLE TAX	806.18	738.00	68.18
ARRA STABILIZATION FUNDS	53,438.00	0.00	53,438.00
SUPPLEMENTAL STATE AID	157,283.00	207,721.00	(50,438.00)
TOTAL STATUTORY REVENUES	<u>747,903.94</u>	<u>\$ 727,643.00</u>	<u>\$ 20,260.94</u>
<u>EXPENDITURES</u>			
INSTRUCTION	670,398.00	\$ 747,898.00	\$ 77,500.00
OUTGOING TRANSFERS	<u>77,500.00</u>	<u>0.00</u>	<u>(77,500.00)</u>
TOTAL EXPENDITURES	<u>747,898.00</u>	<u>\$ 747,898.00</u>	<u>\$ 0.00</u>
STATUTORY REVENUES OVER (UNDER) EXPENDITURES	5.94		
MODIFIED UNENCUMBERED CASH, JULY 1, 2009	<u>20,254.42</u>		
MODIFIED UNENCUMBERED CASH, JUNE 30, 2010	<u>\$ 20,260.36</u>		

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SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 488
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SCHEDULE 1

COMPARISON OF DEPOSITORY SECURITY WITH FUNDS ON DEPOSIT
JUNE 30, 2010

	F.D.I.C. COVERAGE	SECURITY PLEDGED		TOTAL COVERAGE	FUNDS ON DEPOSIT 06-30-10	FUNDS AT RISK 06-30-10
		PAR VALUE	MARKET VALUE			
BANK						
STATE BANK OF BERN, BERN, KANSAS--						
DEMAND DEPOSITS	\$ 0.00				\$ 0.00	
TIME DEPOSITS	250,000.00				1,707,727.97	
SUBTOTAL BERN	250,000.00	\$ 1,645,000.00	\$ 1,725,428.25	\$ 1,975,428.25	1,707,727.97	\$ 0.00
WESTERN NATIONAL BANK, SUMMERFIELD, KANSAS						
DEMAND DEPOSITS	0.00				0.00	
TIME DEPOSITS	1,246.59				1,246.59	
	1,246.59	5,000.00	5,100.00	6,346.59	1,246.59	0.00
TOTALS	\$ 251,246.59	\$ 1,650,000.00	\$ 1,730,528.25	\$ 1,981,774.84	\$ 1,708,974.56	\$ 0.00

SEE ACCOMPANYING INDEPENDENT AUDITOR'S REPORT.